Amendments to the Claims

Claim 1 (Currently amended): A method of producing a heterologous protein in fungi comprising:

providing a recipient fungi cell wherein the quality control mechanism the expression of PMT 2 is inhibited in said cell is modified so that incompletely folded heterologous proteins are not degraded in the endoplasmic reticulum and wherein said inhibition enhances folding and assembly of said heterologous proteins; and

introducing to said recipient fungi cell a polynucleotide expression construct.

Claim 2 (Original): The method of claim 1 wherein said fungi cell is a yeast cell.

Claim 3 (Original): The method of claim 1 wherein said introducing is by a transformation method selected from the group consisting of: PEG, electroporation, particle bombardment, and LiAc.

Claim 4 (Original): The method of claim 3 wherein said transformation method is LiAc mediated transformation.

Claim 5 (Original): The method of claim 1 wherein said polynucleotide construct is within a yeast based plasmid.

Claim 6 (Original): The method of claim 1 wherein said recipient cell is modified so that O-glycosylsation is inhibited.

Claims 7-12 (Cancelled)

Claim 13 (Withdrawn): A yeast cell transformed by the method of claim 1.

Claim 14 (Withdrawn):

A protein produced by the method of claim 1.

Claim 15 (Currently amended):

A method of producing a heterologous protein in a fungi

cell comprising:

providing a recipient fungi cell that has been modified by inhibiting expression of PMT 2

wherein O glycosylation is inhibited so that misfolded heterologous proteins are not degraded and wherein said modification enhances folding and assembly of said heterologous proteins; and

introducing to said recipient fungi cell a polynucleotide expression construct, said construct comprising a structural gene to be DNA sequence capable of being expressed in said cell, said gene operably linked to control sequences for expression in a fungi cell wherein said recipient fungi cell.

Claim 16 (Original): The method of claim 15 wherein said fungi cell is a yeast cell.

Claim 17 (Original): The method of claim 15 wherein said introducing is by a transformation method selected from the group consisting of: PEG, electroporation, particle bombardment, and LiAc.

Claim 18 (Original): The method of claim 17 wherein said transformation method is LiAc mediated transformation.

Claim 19 (Original): The method of claim 15 wherein said polynucleotide construct is within a yeast based plasmid.

Claim 20 (Currently amended): The method of claim 15 wherein said recipient cell <u>is</u> modified so that O-glycosylation comprises a protein mannosyltransferase gene the expression of which is inhibited.

Claims 21-23 (Cancelled)

Claim 24 (Withdrawn):

A yeast cell transformed by the method of claim 15.

Claim 25 (Withdrawn):

A protein produced by the method of claim 15.

Claim 26 (Currently amended):

A method of producing a heterologous protein in fungi

comprising:

providing a recipient fungi cell wherein Bypass of Sec Thirteen expression is inhibited so that misfolded heterologous proteins are not degraded; and

introducing to said recipient fungi cell a polynucleotide expression construct, said construct comprising a structural gene to be <u>DNA</u> sequence capable of being expressed in said cell, said gene operably linked to control sequences for expression in a fungi cell-wherein said recipient fungi cell.

Claim 27 (Currently amended):

The method of claim 426 wherein said fungi cell is a yeast

cell.

Claim 28 (Currently amended): The method of claim <u>426</u> wherein said introducing is by a transformation method selected from the group consisting of: PEG, electroporation, particle bombardment, and LiAc.

Claim 29 (Original): The method of claim 28 wherein said transformation method is LiAc mediated transformation.

Claim 30 (Currently amended):

The method of claim 28-26 wherein said polynucleotide

construct is within a yeast based plasmid.

Claim 31 (Currently amended):

The method of claim 2826 wherein said Bypass of Sec

Thirteen gene is BST1.

Claim 32 (Withdrawn):

A yeast cell transformed by the method of claim 28.

Claim 33 (Withdrawn):

A protein produced by the method of claim 28.

Claim 34 (Withdrawn):

A polynucleotide useful for transforming yeast cells comprising:

a promoter capable of driving expression in a yeast cell

a bacterial replicon for propagation in E. Coli,

a transcription termination signal;

a yeast BiP signal sequence;

a yeast origin and centromere for replication and mitotic stability, wherein said polynucleotide directs expression of the recombinant protein to the SRP pathway.

Claim 35 (Withdrawn): The polynucleotide of claim 34 further comprising a 6-histidine tag to facilitate protein purification.

Claim 36 (Withdrawn):

The polynucleotide of claim 34 wherein the vector is as depicted in

Figure 14.

Claim 37 (Withdrawn): A yeast cell for production of heterologous proteins, said cell comprising a modification so that a quality control mechanism in said cell is modified so that misfolded heterologous proteins are not degraded in the endoplasmic retidulum.

Claim 38 (Withdrawn): The yeast cell of claim 37 wherein said modification comprises a modification that inhibits of O-linked glycosylation.

Claim 39 (Withdrawn):

The yeast cell of claim 38 wherein said modification is a PMT loss

of function modification.

Claim 40 (Withdrawn):

The yeast cell of claim 39 wherein said PMT modification is to

PMT 1.

Claim 41 (Withdrawn):

The yeast cell of claim 41 wherein said PMT modification is to

PMT 2

Claim 42 (Withdrawn): The yeast strain of claim 37 wherein said modification comprises a modification that inhibits the production of Bypass of Sec Thirteen.

Claim 43 (New): A method of producing a heterologous protein in fungi comprising: providing a recipient fungi cell possessing a modification of a double disruption of expression of a PMT 1 gene and a PMT 2 gene, so that misfolded heterologous proteins are not degraded, and wherein said modification enhances proper folding and assembly of said heterologous proteins; and

introducing to said recipient fungi cell a polynucleotide expression construct.

Claim 44 (New):

The method of claim 43 wherein said fungi cell is a yeast cell.

Claim 45 (New): The method of claim 43 wherein said introducing is by a transformation method selected from the group consisting of: PEG, electroporation, particle bombardment, and LiAc.

Claim 46 (New): The method of claim 45 wherein said transformation method is within LiAc mediated transformation.

Claim 47 (New): The method of claim 43 wherein said polynucleotide construct is within a yeast based plasmid.